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**eHealth Saskatchewan  
2012 - 2013 Financial Statements**

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**Statement 1****eHealth Saskatchewan  
Statement of Financial Position  
as at March 31, 2013  
(\$000s)**

	<u>2013</u>	<u>2012</u>
<b>Financial Assets</b>		
Due from General Revenue Fund (Note 3)	\$ 15,662	\$ 19,552
Receivable from Saskatchewan Health	6,355	5,512
Other Accounts Receivable	4,714	3,548
	<u>26,731</u>	<u>28,612</u>
<b>Liabilities</b>		
Accounts payable and Accrued Liabilities	8,535	6,273
Accrued Salaries & Benefits	139	89
Accrued Vacation	284	205
Deferred Revenue (Note 11)	187	21,755
Obligations Under Capital Leases (Note 9)	1	196
	<u>9,146</u>	<u>28,518</u>
<b>Net Financial Assets (Statement 3)</b>	<u>17,585</u>	<u>94</u>
<b>Non-financial Assets</b>		
Tangible Capital Assets (Note 5)	51,945	59,798
Prepaid Assets	5,493	4,680
	<u>57,438</u>	<u>64,478</u>
<b>Accumulated Surplus (Statement 2)</b>	<u>\$ 75,023</u>	<u>\$ 64,572</u>

(See accompanying notes to financial statements)

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**Statement 2**

**eHealth Saskatchewan  
Statement of Operations  
for the year ended March 31, 2013  
(\$000s)**

	<u>Budget 2013</u> (Note 4)	<u>2013</u>	<u>2012</u>
<b>Revenue</b>			
Ministry of Health Funding	\$ 73,877	\$ 91,503	\$ 58,074
Canada Health Infoway Funding	11,609	6,901	6,074
Recoveries	6,055	5,833	5,904
Other Revenue	259	460	539
<b>Total Revenue</b>	<u>91,800</u>	<u>104,697</u>	<u>70,591</u>
<b>Expenses</b>			
Amortization	20,000	21,354	19,911
Corporate Services		-	1,598
eHealth & Business Services	13,917	14,154	5,153
Finance	5,253	4,096	2,554
Board and Executive Office	4,571	5,150	938
Ongoing Operations	47,198	46,328	38,602
Project Services	2,717	3,164	4,477
<b>Total Expenses (Schedule 1)</b>	<u>93,656</u>	<u>94,246</u>	<u>73,233</u>
<b>Annual Surplus (Deficit)</b>	\$ (1,856)	\$ 10,451	\$ (2,642)
<b>Accumulated Surplus, at beginning of year</b>		<u>64,572</u>	<u>67,214</u>
<b>Accumulated Surplus, at end of year (Statement 1)</b>		<u>\$ 75,023</u>	<u>\$ 64,572</u>

(See accompanying notes to financial statements)

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**Statement 3**

**eHealth Saskatchewan  
Statement of Change in Net Financial Assets  
for the year ended March 31, 2013  
(\$000s)**

	<u>2013</u>	<u>2012</u>
<b>Annual Surplus (Deficit)</b>	\$ 10,451	\$ (2,642)
Acquisition of Tangible Capital Assets	(13,501)	(18,111)
Amortization of Tangible Capital Assets	21,354	19,911
	<u>7,853</u>	<u>1,800</u>
Use of Prepaid Assets	(813)	(1,304)
	<u>(813)</u>	<u>(1,304)</u>
<b>Increase (Decrease) in Financial Assets</b>	\$ 17,491	\$ (2,146)
<b>Net Financial Assets at beginning of year</b>	<u>94</u>	<u>2,240</u>
<b>Net Financial Assets at end of year (Statement 1)</b>	<u>\$ 17,585</u>	<u>\$ 94</u>

(See accompanying notes to financial statements)

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**Statement 4**

**eHealth Saskatchewan  
Statement of Cash Flows  
for the year ended March 31, 2013  
(\$000s)**

	<u>2013</u>	<u>2012</u>
<b>Cash Flows From Operating Activities</b>		
Cash Receipts	\$ 81,120	\$ 67,717
Cash Paid To Suppliers And Others	(71,314)	(54,404)
<b>Increase in Operating Activities For The Year</b>	<u>9,806</u>	<u>13,313</u>
<b>Cash Flows From Investing Activities</b>		
Purchase Of Tangible Capital Assets	(13,501)	(18,111)
<b>Decrease In Investing Activities For The Year</b>	<u>(13,501)</u>	<u>(18,111)</u>
<b>Cash Flows From Financing Activities</b>		
Net Change in Obligations Under Capital Leases	(195)	(268)
<b>Decrease In Financing Activities For The Year</b>	<u>(195)</u>	<u>(268)</u>
<b>Net Increase (Decrease) In Due From General Revenue Fund</b>	(3,890)	(5,066)
<b>Due From General Revenue Fund, Beginning Of The Year</b>	19,552	24,618
<b>Due From General Revenue Fund, End Of The Year</b>	<u>\$ 15,662</u>	<u>\$ 19,552</u>



Closing Cost	1,087	11,940	14,921	1,578	144,396	5,339	179,261	165,760
Opening Accumulated Amortization	1,074	8,489	8,825	1,130	86,444	-	105,962	86,052
Annual Amortization	1	883	1,235	82	19,153	-	21,354	19,910
Disposals	-	-	-	-	-	-	-	-
Closing Accumulated Amortization	1,075	9,372	10,060	1,212	105,597	-	127,316	105,962
<b>Total Tangible Capital Assets</b>	<b>\$ 12</b>	<b>\$ 2,568</b>	<b>\$ 4,861</b>	<b>\$ 366</b>	<b>\$ 38,799</b>	<b>\$ 5,339</b>	<b>\$ 51,945</b>	<b>\$ 59,798</b>

## 6. Maintenance Agreements for Software

eHealth has several agreements with software vendors to provide maintenance for software that has been purchased by eHealth. A total of **\$17,438** was spent in 2013 (2012 - \$14,635) and **\$5,651** (2012 - \$4,680) is committed for the current year and will likely continue into the future.

## 7. Related Parties

These financial statements include routine transactions with related parties. eHealth is related to all Saskatchewan Crown agencies such as ministries, corporations, boards and commissions under the common control of the Government of Saskatchewan. Related party transactions to March 31, 2013, include the following:

	2013	2012
Revenue		
Saskatchewan Ministry of Health	\$ 91,503	\$ 58,074
Regional Health Authorities	4,565	4,059
Saskatchewan Ministry of Finance	271	272
Saskatchewan Cancer Agency	185	140
Health Shared Services Saskatchewan (3S Health)	83	1,289
Saskatchewan Ministry of Central Services	2	-
Health Quality Council	-	6
Accounts Receivable		
Saskatchewan Ministry of Health	6,355	5,512
Regional Health Authorities	676	547
Saskatchewan Ministry of Finance	67	-
Saskatchewan Cancer Agency	30	13
Health Shared Services Saskatchewan (3S Health)	1	100
Expenditures		
SaskTel	5,147	2,674
Regional Health Authorities	3,985	2,000
Ministry of Government Services	1,424	3,812
Saskatchewan Opportunities Corporation	1,135	888
Health Shared Services Saskatchewan (3S Health)	820	126
Saskatchewan Workers' Compensation Board	152	54
Accounts Payable		
SaskTel	433	618
Health Shared Services Saskatchewan (3S Health)	149	75
Regional Health Authorities	72	279
Ministry of Government Services	30	374
Saskatchewan Opportunities Corporation	5	16

eHealth Saskatchewan occupies tenant and storage space, and uses parking stalls at the T.C. Douglas Building. The accommodation charge paid by the Ministry of Health to Government Services on behalf of eHealth Saskatchewan was \$302,559. This expense is not reflected in eHealth's operations.

Other transactions with related parties and amounts due to/from them are described separately in the financial statements and the notes thereto.

Routine operating transactions with related parties are recorded at the rates charged by those organizations and are settled on normal trade terms. In addition, eHealth pays Provincial Sales Tax to the Saskatchewan Ministry of Finance on all its taxable purchases.

## 8. Financial Instruments

eHealth's financial instruments include due from the General Revenue Fund, accounts receivable and accounts payable. The carrying amount of these instruments approximates fair value due to their short-term nature. These instruments have no interest or credit risk.

## 9. Capital Lease

eHealth currently has one capital lease on equipment. The minimum annual lease payment for the capital lease over the remaining year is as follows.

2014	\$ 1
Total Minimum Lease Payments	1
Less Amount Representing Interest	-
Total Obligation	1
Less Expense Related to Maintenance	-
Balance of the Obligation	<b>\$ 1</b>

## 10. Operating Lease

eHealth has entered into a lease agreement with Saskatchewan Opportunities Corporation a related party, for office space, which expires on April 30, 2014. eHealth has also entered into a lease agreement which expires on March 31, 2023 with Primaris for office space, as well as a new data centre with Fujitsu Consulting. eHealth currently has 10 leases with Macquarie Equipment Finance for desktop computer equipment. The operating lease payments for the next 10 years are as follows:

2014	\$ 3,115
2015	2,104
2016	1,989
2017	1,937
2018	1,952
2019	2,041

2020	2,057
2021	2,073
2022	2,090
2023	2,107
Total Lease Payments	<u>\$ 21,465</u>

#### 11. Deferred Revenue

As of March 31, 2013, eHealth's deferred revenue balance is \$187 (2012 - \$21,755). Deferred revenue is only used once all project planning and due diligence (including stakeholder readiness) is completed and other revenue opportunities are maximized. Deferred revenue consists of unspent amounts provided by the Project Management Board of the Provider Registry System from Alberta, Saskatchewan and Newfoundland

Deferred Revenue	April 1, 2012	2012-13 Expenditures	Amounts Received	Change in Accounting Policy Transfer (Note 2g)	March 31, 2013
<i>First Ministers Funding</i>					
ESP Staff Scheduling Project	\$ 333	\$ 333	\$ -	\$ -	\$ -
<b>Total First Ministers Funding</b>	<b>333</b>	<b>333</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Other Deferred Revenue</i>					
Canada Health Infoway	523	523	-	-	-
Saskatchewan Health Pay Forward	10,381	10,381	-	-	-
Acute and Emergency System Enhancements	1,754	75	-	1,679	-
Community System Enhancements	902	377	1,433	1,958	-
Drug Plan System Enhancements	2,181	1,293	-	888	-
Physician Payment System Enhancements	560	-	-	560	-
Provider Registry Host Agency	187	197	195	-	185
Saskatchewan Surgical Initiatives	2,934	2,440	4,534	5,028	-
Chronic Disease Management	2,000	332	4,000	5,668	-
Other	-	1	3	-	2
<b>Total Other Deferred Revenue</b>	<b>21,422</b>	<b>15,619</b>	<b>10,165</b>	<b>15,781</b>	<b>187</b>
<b>Total Deferred Revenue</b>	<b>\$ 21,755</b>	<b>\$ 15,952</b>	<b>\$ 10,165</b>	<b>\$ 15,781</b>	<b>\$ 187</b>

#### 12. Designated Assets

eHealth's designated assets consist of: 1) Ministry of Health funding committed to developing information technology systems that support frontline delivery and improve access, quality and efficiency of care; and 2) Designated eHealth funding for the Cornwall Centre space redevelopment.

eHealth's designated asset balance as at March 31, 2013 is \$17,581 (2012-\$0). eHealth Saskatchewan's Board of Directors has approved the following designated assets in 2012-13:

Designated Assets	March 31, 2013
Drug Plan System Enhancements	\$ 888
eHealth Saskatchewan	1,800
Acute and Emergency System Enhancements	1,679
Community System Enhancements	1,958
Physician Payment System Enhancements	560
Saskatchewan Surgical Initiatives	5,028
Chronic Disease Management	5,668
<b>Total Designated Assets</b>	<b>\$ 17,581</b>

#### 13. Commitments

As of March 31, 2013, eHealth is committed to developing information technology applications totaling \$10,735 (2012 - \$2,777) and technical support for internal and regional IT systems totaling \$42,098 (2012 - \$34,497). The following table outlines the funds dedicated for capital and operational expenditures.

Commitments	Total Budgeted Costs	Total Expenditures March 31, 2013	Total Commitments March 31, 2013
Capital Projects	\$ 11,622	\$ 887	\$ 10,735
Operational Services	72,645	30,547	42,098
<b>Total Commitments</b>	<b>\$ 84,267</b>	<b>\$ 31,434</b>	<b>\$ 52,833</b>

#### 14 Subsequent Event

Vital Statistics is transferring from Information Services Corporation to eHealth Saskatchewan. Included in this transfer are staff positions and assets with an approximate Net Book Value of \$3.0M. The transfer is effective June 16, 2013.

#### 15 Comparative Figure Note

Prior year figures have been restated and reclassified to conform to current year presentation.



## Schedule 1

**eHealth Saskatchewan**  
**Schedule of Expenses by Object**  
**for the year ended March 31, 2013**  
**(\$000s)**

	<u>2013</u>	<u>2012</u>
Amortization	\$ 21,354	\$ 19,911
Board	1	1
Cabling	27	18
Community Net	6,680	5,323
Connectivity / Communications	419	437
Electrical	12	115
Facilities	62	29
Hardware Maintenance	3,745	613
Hardware Purchases	257	1,504
Infrastructure Leases	86	94
Insurance	17	14
Legal	479	478
Membership & Subscription	123	113
Miscellaneous	153	116
Office Supplies	495	135
Parking	100	80
Professional Fees	29,229	23,013
Rent	1,877	1,040
Salaries & Benefits	8,433	5,805
Software Licenses	2,624	(105)
Software Maintenance	17,522	14,023
Telephone & Long Distance	241	198
Travel	310	278
	<u>\$ 94,246</u>	<u>\$ 73,233</u>